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United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Moab District
Grand Resource Area
P.O. Box M
Moab, Utah 84532

DIVISION OF
OIL, GAS & MINING
3809
(U-068)

SEP 28 1989

Bob Shupe
4 Orchard Way
Moab, UT 84532

RE: Reclamation Bond Posted for the Red Rock Mine, Sections 26 and 27,
T.28S., R.23E. (SLM)

Dear Mr. Shupe:

Thank you for meeting with me and Sal Venticinque of my staff on September 15, 1989. Mr. Venticinque also asked that members of your mining partnership, Percentage Drilling, attend. It's too bad your partners were unable to make the meeting, I would have enjoyed meeting them.

As you know, the purpose of the meeting, held at our request, was to discuss State reclamation bond covering the Red Rock Mine. Mr. Clayton Stocks, the prior operator, is carrying out the reclamation ordered by the Utah Division of Oil, Gas and Mining (DOGM). They have instructed him to begin reclamation immediately in order that bond forfeiture, as required by the State of Utah, be avoided. Among the many areas to be reclaimed would be the mine shaft and the mine portals.

After being advised of this situation and your rights as the new claimant of record, you informed Mr. Venticinque and myself that you did not object to the reclamation being conducted by Mr. Stocks. Therefore, Mr. Stocks was notified by us on September 18, 1989, that he could begin mine reclamation immediately, according to DOGM standards. The reclaimed areas will include, but are not limited to the mine shaft and mine portals.

You also requested that we ask Mr. Stocks if he would be willing to share drill hole and other mine data held by him. Mr. Stocks asked that you contact him directly and negotiate some agreement.

We appreciate your cooperation. Should you have questions please call Elmer Duncan or Sal Venticinque of my staff at (801) 259-8193.

Sincerely yours,

Brad Palmer
Area Manager

cc:

Clayton Stocks

X Holland Shepherd, Utah State Division of Oil, Gas and Mining
Brent Northrup, BLM Moab District Office